

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT _____
(highlight changes)

| APPLICATION FOR PERMIT TO DRILL | | | | 5. MINERAL LEASE NO: Fee | 6. SURFACE: Fee |
|--|--|---|--|--|---------------------------|
| 1A. TYPE OF WORK: DRILL <input checked="" type="checkbox"/> REENTER <input type="checkbox"/> DEEPEN <input type="checkbox"/> | | | | 7. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A | |
| B. TYPE OF WELL: OIL <input type="checkbox"/> GAS <input checked="" type="checkbox"/> OTHER _____ SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/> | | | | 8. UNIT or CA AGREEMENT NAME: N/A | |
| 2. NAME OF OPERATOR: XTO Energy, Inc. | | | | 9. WELL NAME and NUMBER: COP 16-8-18-11 | |
| 3. ADDRESS OF OPERATOR: 2700 Farmington Ave. B CITY Farmington STATE NM ZIP 87401 | | | PHONE NUMBER: (505) 324-1090 | | |
| 4. LOCATION OF WELL (FOOTAGES) AT SURFACE: 1210' FNL x 325' FWL <i>493487X 39.435685</i> AT PROPOSED PRODUCING ZONE: same <i>4364921Y -111.075682</i> | | | | 10. FIELD AND POOL, OR WILDCAT: Ferron Sandstone | |
| 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE: Approximately 17 miles Northwest of Huntington, Ut | | | | 11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWNW 18 16S 8E S | |
| 15. DISTANCE TO NEAREST PROPERTY OR LEASE LINE (FEET) 325' | | 16. NUMBER OF ACRES IN LEASE: 6707.23 | | 17. NUMBER OF ACRES ASSIGNED TO THIS WELL: See basis | |
| 18. DISTANCE TO NEAREST WELL (DRILLING, COMPLETED, OR APPLIED FOR) ON THIS LEASE (FEET) 3000' | | 19. PROPOSED DEPTH: 7,000 | | 20. BOND DESCRIPTION: UTB-000138 | |
| 21. ELEVATIONS (SHOW WHETHER DF, RT, GR, ETC.): 9432' Ground Elevation | | 22. APPROXIMATE DATE WORK WILL START: 1/23/2009 | | 23. ESTIMATED DURATION: 2 weeks | |

| 24. PROPOSED CASING AND CEMENTING PROGRAM | | | | | | | |
|---|---|------|-------|---------------|---|------------|-------------------------|
| SIZE OF HOLE | CASING SIZE, GRADE, AND WEIGHT PER FOOT | | | SETTING DEPTH | CEMENT TYPE, QUANTITY, YIELD, AND SLURRY WEIGHT | | |
| 14.75" | 10.75" | J-55 | 40.5# | 2,350 | CBM light wt - lead | +/- 435 sx | 4.15 ft3/sx 10.5 ppg |
| 14.75" | 10.75" | J-55 | 40.5# | 2,350 | Type V - tail | +/- 500 sx | 1.61 ft3/sx 14.2 ppg |
| 8.75" | 5.5" | J-55 | 17.0# | 7,000 | CBM lt wt - Stg1 Lead | +/- 80 sx | 4.15 ft3/sx 10.5 ppg |
| 8.75" | 5.5" | J-55 | 17.0# | 7,000 | CBM lt wt - Stg1 Tail | +/- 140 sx | 1.81 ft3/sx 13.5 ppg |
| 8.75" | 5.5" | J-55 | 17.0# | 7,000 | CBM lt wt - Stg2 Lead | +/- 135 sx | 4.15 ft3/sx 10.5 ppg |
| 9.875" | 7.625" | N-80 | 26.4# | 5,000 | CBM lt wt - Cont Lead | +/- 125 sx | 4.15 ft3/sx 10.5 ppg |
| 9.875" | 7.625" | N-80 | 26.4# | 5,000 | CBM lt wt - Cont Tail | +/- 180 sx | 1.81 ft3/sx 13.5 ppg |

25. ATTACHMENTS

VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES:

| | |
|--|--|
| <input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER | <input checked="" type="checkbox"/> COMPLETE DRILLING PLAN |
| <input checked="" type="checkbox"/> EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER | <input type="checkbox"/> FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER |

NAME (PLEASE PRINT) Kelly K. Small TITLE Regulatory Compliance Tech

SIGNATURE *Kelly K. Small* DATE 10/23/2008

(This space for State use only)

Approved by the
Utah Division of
Oil, Gas and Mining

API NUMBER ASSIGNED: 43-015-30761

APPROVAL:

Date: 01-22-09
By: *[Signature]*

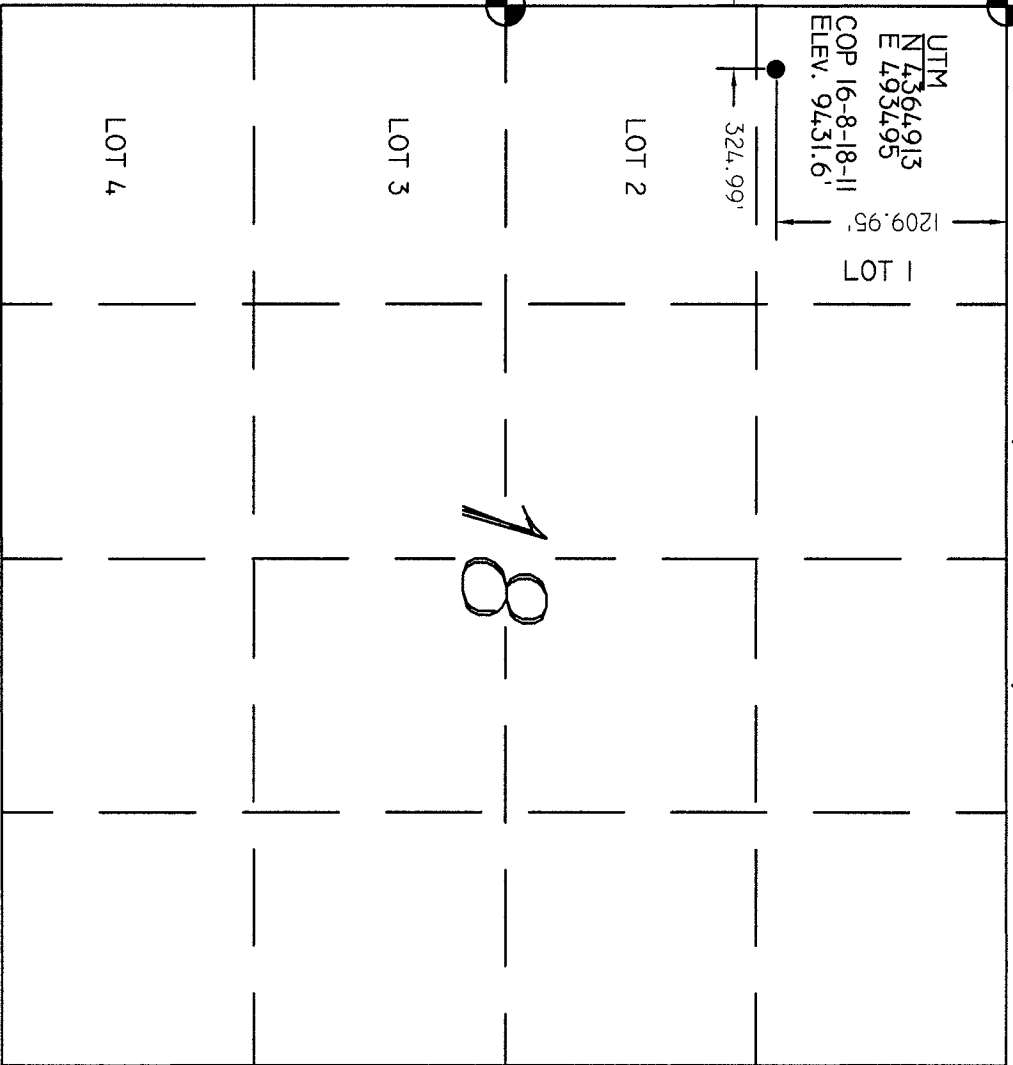
RECEIVED

OCT 27 2008

DIV. OF OIL, GAS & MINING

Range 8 East

(N89°52'E - 5501.76')



Location:
The well location was determined using a Trimble 5700 GPS survey grade unit.

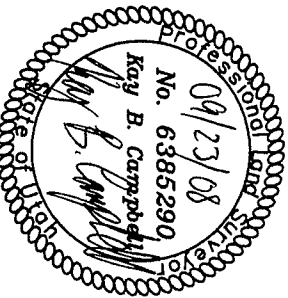
Basis of Bearing:
The Basis of Bearing is GPS Measured.

GLO Bearing:
The Bearings indicated are per the recorded plat obtained from the U.S. Land Office.

Basis of Elevation:
Basis of Elevation of 9694.0' being at the Southeast Section corner of Section 36, Township 15 South, Range 7 East, Salt Lake Base & Meridian, as shown on the Hiwatha Quadrangle 7.5 Minute Series Map.

Description of Location:
Proposed Drill Hole located in (Lot 1) NW/4 NW/4 Section 18, T16S, R8E, S.L.B.&M., being South 1209.95' from North Line and East 324.99' from West Line of Section 18, T16S, R8E, Salt Lake Base & Meridian.

Surveyor's Certificate:
I, Kay B. Campbell, a Professional Land Surveyor, holding Certificate 6385290 State of Utah, do hereby certify that the information on this drawing is a true and accurate survey based on data of record and was conducted under my personal direction and supervision as shown hereon.



TALON RESOURCES, INC.
615 North 400 East P.O. Box 1230
Huntington, Utah 84528
Phone (435)667-5310 Fax (435)667-5311
E-Mail talon@trv.net



XTO ENERGY

COP 16-8-18-11
Section 18, T16S, R8E, S.L.B.&M.
Emery County, Utah

Drawn By: N. BUTKOVICH
Checked By: L.W.J./K.B.C.

Drawing No. A-1
Date: 9/22/08
Scale: 1" = 1000'

Sheet 1 of 4
Job No. 3818

Legend

- Drill Hole Location
- Brass Cap (Found)
- Brass Cap (Searched for, but not found)
- △ Rock Pile
- () GLO

GPS Measured

NOTES:
1. UTM and Latitude / Longitude Coordinates are derived using a GPS Pathfinder and are shown in NAD 27 Datum.

LAT / LONG
39°26'08.218" N
111°04'32.11" W



GRAPHIC SCALE

0 500' 1000'
(IN FEET)
1 inch = 1000 ft.